

## Sabah TLAS Audit Report Principles 5 & 6

<b>Organisation</b>	Caslink Sdn. Bhd. (261807-M)	<b>Reference #</b>	GFSSBH 004-415
<b>Contact Person</b>	Hasdianah Massa	<b>Audit Date</b>	18/10/2022
<b>Office Address</b>	P.O. Box 62423, 91034 Tawau, Sabah, Malaysia.	<b>Date close out</b>	-
<b>Mill Address</b>	Shed No. 52 and 53 Ladalam Timber Complex, Jalan Tanjung Batu Laut, Tawau, Sabah, Malaysia.	<b>Telephone</b>	+6016 826 6347
<b>Email</b>	caslink.chan@gmail.com	<b>Fax</b>	-
		<b>Approved By</b>	Dr. Kevin Grace

### Statements

Audit Statement #	GFS 117 WTP		
Issuance Date	24 October 2022	Expiration Date	23 October 2023

### Assessment Details

Company Type	Sawmill, Moulding, Furniture and Wood Preservation Plant, Supplier, Exporter
Scope of Assessment	TLAS P5-6: JP(T)TW001/17(X49) & JP(T)TW001/15(X07)
Product Group	Sawn timber, finger joint and doors
Source of Material	Sabah, Malaysia.
Species	<i>Shorea spp.</i> (Red seraya, Melapi), <i>Sapotaceae</i> (Nyatoh), <i>Eugenia spp.</i> (Obah), <i>Lithocarpus</i> & <i>Quercus</i> (Mempening), <i>Hopea sangal</i> (Gagil), <i>Cotylelobium spp.</i> (Resak batu), <i>Dialium indum</i> (KerANJI), <i>Castanopsis motleyana</i> (Berangan)
Lead Assessor	Varenius Untomon
Assessor(s)	Glory Linggou, Anne Gimbir
FDS Staff	Kee Nooridayu Mohd Ayub (PPD TWU), Ag Matnoor Ag Jamil (PPD TWU), Supriyana Makkana (PPD TWU)

### Terms of Assessment

The scope of the evaluation is to verify compliance of the Caslink Sdn. Bhd. to the criteria within the Sabah Timber Legality Assurance System (TLAS) Principle 5 - Mill Operations and Principle 6 - Trade and Customs standards. Compliance is defined when the organization demonstrates that there is no non-compliance to any applicable criteria. Non-compliance to the Sabah Legality Standard occurs when the organization does not comply with 1 or more criteria. Non-compliance must be formally addressed prior to certification or within 2 months following a surveillance assessment.

### Limitations of Assessment

The information presented in this report is based on documentation and other information presented by the client and observations made during the field verification under the assessment. Auditor's reporting of information presented by the client are taken as accurate, unless evaluated differently through the observations made during the assessment. All information presented in the report is accurate and complete to the best of knowledge of GFS.

**Background Information:**

Caslink Sdn. Bhd. (Caslink) is registered in Kuala Lumpur, Malaysia, with registration # 261807-M. The company produces and trades sawn timber for export to South Korea, Japan and Taiwan. Doors are sold to the local market.

The previous assessment was conducted in October 2021 that resulted in 2 gap(s) and 0 observation(s) (Report #: GFSSBH 004-259).

**Associated Organizations & Subcontractors:**

Caslink engages Borneo Moulding Sdn. Bhd. as their subcontractor to provide kiln dry service.

Caslink engaged Agensi Pekerjaan Anita Sabah (T) Sdn. Bhd., as their agent to handle work permits.

**Description of the Supply Chain:**

From October 2021 to September 2022, Caslink purchased raw materials from the suppliers as below:

Supplier	License	Raw Material	Location	GFS WTP # STCC #	Overall Risk*
Rakyat Berjaya Sdn. Bhd. (Golden Borneo Palm/Timjadi Sdn. Bhd.) *	JP(TKA) 122/96 CON TWU 01/16	Round log	Kalabakan	GFS 055 LVS (23/09/2022)	Low
Rakyat Berjaya Sdn. Bhd. (Usahawan Borneo Greenwood Sdn. Bhd.)	SFMLA 09/97 (CON) TWU 01/15	Round log	Kalabakan	GFS 096 LVS (11/07/2022) **	Low
Sapulut Forest Development Sdn. Bhd.	SFMLA 04/97	Round log	Tibow	GFS 025 LVS (10/07/2023)	Low
Rakyat Berjaya (Mega Wakid)	TWU17/11 YT4/08	Round log	Tawau	-	High
Benta Wawasan (Unikarya Trading) *	JP(T)TW003/15(X04)	Round log	Tawau	-	High
Maju Mapan Sdn. Bhd.	JP(T)TW005/10(X04)	Round log	Tawau	-	High
Jawala Plantation Sdn. Bhd.	SFMLA 02/15, KGU 06/17, KGU 01/18, KGU 01/12, KGU 07/22	Round log	Kalabakan	GFS100 LVS (23/01/2023)	Low
Rakyat Berjaya FMU25 (Pelana Bumi)	SFMLA09/97 TWU01/22	Round log	Kalabakan	Non-Compliance	High

Note: \*GFS risk evaluation is based on the risk matrix for Sabah TLAS (VL) material & products.

\*Unikarya Trading purchased logs and sold to Caslink.

\*Round logs from Benta Wawasan (Unikarya) were from Rakyat Berjaya/Golden Borneo Palm/Timjadi (TWU06/2020 - BW 9/08 – Pending Coupe permit from Golden Borneo Palm). The licensee is due for TLAS P1-4 assessment on weeks 24-28 Oct 2022.

**Summary Results:**

(Major gap = 0, Minor gap = 0, Observation = 2)

GAPs: Year 2022				
GAP #	Type	Checklist	Status	Description
001/2021	Minor	5.1.2	Closed	<b>October 2021:</b> Incorrect calculation of carry forward stock for September, December 2020 and January 2021 in Appendix 1. <b>October 2022:</b> The company correctly calculated the monthly carry forward stock in Appendix 1.
002/2021	Minor	5.2.5 5.2.7	Closed	<b>October 2021:</b> Incorrect identification of Sabah TLAS status for Rakyat Berjaya Sdn. Bhd. (Golden Borneo Palm/Timjadi Sdn. Bhd.) and Seguntor Sdn. Bhd. (Deramakot Forest Reserve) on WIP and finished goods materials. <b>October 2022:</b> The company correctly identified Sabah TLAS status on WIP and finished goods.

\*Major = Non-Compliance

Observations: Year 2022		
Obs #	Checklist	Description
001-2022	5.2.2	<b>October 2022:</b> The SFD did not consistently stamp the removal pass as "Used" for Rakyat Berjaya Sdn. Bhd. (Golden Borneo Palm/Timjadi Sdn. Bhd.)
002-2022	5.3.2 5.3.8	<b>October 2022:</b> One worker did not wear shoe.

Highlights of Close-Out Visit (if applicable)	Date
Not applicable	

Recommendations
<p><b>Caslink Sdn. Bhd.</b> has demonstrated compliance with the Sabah Standard Principles 5-6 for Chain of Custody and is recommended to receive a GFS Statement of Compliance and Sabah Timber Legality Assurance System Compliance Certificate (TLAS-CC) from SFD.</p> <p>Gap(s)/Observation(s) identified in this assessment should be addressed before the next surveillance visit. Action required to close the gap(s)/observation(s) include:</p> <p><b>Observation 001-2022 – Checklist 5.2.2:</b> SFD shall consistently stamp removal passes as "Used."</p> <p><b>Observation 002-2022 – Checklist 5.3.2:</b> Workers shall wear protective footwear during work.</p> <p>The next surveillance visit is scheduled for October 2023.</p>

## End of Summary Report